

Governor

GREGORY S. BELL
Lieutenant Governor

State of Utah

DEPARTMENT OF NATURAL RESOURCES

MICHAEL R. STYLER
Executive Director

Division of Oil, Gas and Mining

JOHN R. BAZA
Division Director

April 11, 2012

Certified Return Receipt Requested 7004 1160 0003 0191 8779

Lenny Boteilho Ames Construction 3737 West 2100 South West Valley City, Utah 84120

Subject: <u>Division Directive to Submit a Notice of Intention to Commence Large Mining</u>

Operations and a Reclamation Surety, Ames Construction, Lincoln Pit, M/049/0086,

Utah County, Utah

Dear Mr. Boteilho:

By May 4, 2012, you are directed to submit a Notice of Intention to Commence Large Mining Operations (LMO) and a reclamation surety for the referenced mine. The surety needs to be in the amount of at least \$100,000.00 and may be in the form of cash, a certificate of deposit, a surety bond, or a letter of credit.

Please contact the Division of Oil, gas and Mining's bonding coordinator, Penny Berry, for information about submitting the reclamation surety. She can be reached by telephone at 801-538-5291 or by e mail at bondcoordinator@utah.gov.

The Division understands you have posted a surety with Utah County and, for the present, will recognize that surety. However, the Division needs a copy of the surety information on file with the County. The Division and Utah County have a memorandum of understanding allowing the Division to hold the reclamation surety required by the County. If Utah County is to continue to hold a surety, the Division needs to be named as a co-beneficiary. The Bureau of Land Management needs to be named as a co-beneficiary for any land they manage.

Failure to comply with these requirements may result in enforcement action, including associated fines and the possibility of cessation of all mining activity.



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If you have questions or concerns regarding this letter, please contact me at 801-538-5261 or Lynn Kunzler at 801-538-5310. Thank you for your help in completing this very important regulatory requirement.

Sincerely,

Paul B. Baker

Minerals Program Manager

PBB: Lk: eb

cc: Larry Garahana, BLM (lgarahana@BLM.gov)

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